

MINUTES

**California Pollution Control Financing Authority
801 Capitol Mall, Room 150
Sacramento, California
September 19, 2017**

1. CALL TO ORDER & ROLL CALL

Alan Gordon, Chairperson, called the California Pollution Control Financing Authority (CPCFA or Authority) meeting to order at 10:54 a.m.

Members Present: Eraina Ortega for Michael Cohen, Director of Finance
Anne Baker for Betty Yee, State Controller
Alan Gordon for John Chiang, State Treasurer

Staff Present: Reneé Webster-Hawkins, Executive Director

Quorum: The Chairperson declared a quorum

2. MINUTES

Mr. Gordon asked if there were any questions or comments concerning the meeting minutes from the meeting held August 15, 2017. There were none.

Ms. Ortega moved approval of the minutes; upon a second, the minutes were unanimously approved.

The item was passed by the following vote:

Eraina Ortega for the Director of Finance	Aye
Anne Baker for the State Controller	Aye
Steve Juarez for the State Treasurer	Aye

3. EXECUTIVE DIRECTOR'S REPORT

Ms. Webster-Hawkins greeted the members of the Board.

Ms. Webster-Hawkins proceeded to update the Board about CPCFA's pending legislative items.

She stated that AB 1553 has been passed by both houses and is awaiting the Governor's signature. This is the bill that would make small improvements to the CalCAP ADA Program to make it more attractive and affordable to borrowers.

Agenda Item 2.

Ms. Webster-Hawkins continued that SB 551 and AB 964 were converted into two year bills and staff will await next year to see what becomes of those.

Ms. Webster-Hawkins had one item to report under her delegated authority. On September 12, 2017 Ms. Webster-Hawkins approved a Pacific Gas & Electric Company request to appoint TD Bank as a remarketing agent on its Series 1996 F Bonds.

Ms. Webster-Hawkins had a couple of personnel items that she announced. Ms. Webster-Hawkins welcomed two new members to the administrative team, Nick Montalvo and Susanna Tator. These two have come on board and have joined our team with passion and skill and we are very thankful for them coming to us.

The last personnel item that Ms. Webster-Hawkins wanted to acknowledge was the occasion of Mr. Alan Gordon's retirement. She noted that Mr. Gordon has been with us actively in CPCFA since the first meeting in 2011 where he served as the delegate for the State Controller. He has been a great mentor and a great ambassador for CPCFA's programs, in particular, that he understands each of CPCFA's programs and where they fit in the economic marketplace and how they help environmental and economic projects. She thanked him for his service to us and congratulated him on his retirement.

Mr. Gordon thanked Ms. Webster-Hawkins.

4. BUSINESS ITEMS

A. APPROVAL OF 2018 MEETING DATES

Ms. Webster-Hawkins presented this item.

Ms. Webster-Hawkins informed the Board that this is the meeting calendar that is proposed for 2018. She noted for the Board as well as our stakeholders that there are a couple of deviations from previous years. The calendar follows our usual third Tuesday of the month for all months with the exception of November. Staff has moved that up to the second Tuesday of the month because of the Thanksgiving holiday. Also, we have moved the December meeting up to the second Tuesday of the month because it fits well with our stakeholders who are seeking a year end close for their bond deals. With those two items of note staff recommends approval.

Mr. Gordon asked for questions or comments, there were none.

Mr. Gordon confirmed that there were no callers on the phone line.

Ms. Ortega moved approval of the item, there was a second.

The item was passed by the following vote:

Eraina Ortega for the Director of Finance	Aye
Anne Baker for the State Controller	Aye

Alan Gordon for the State Treasurer

Aye

B. REQUEST TO APPROVE INITIAL RESOLUTION REFLECTING OFFICIAL INTENT TO ISSUE REVENUE BONDS

Renewable Sonoma LLC and/or its Affiliates, #913(SB*), Solid Waste Disposal, \$29,630,000

Presented by: Andrea Gonzalez, Staff Services Analyst

Staff introduced Mark Holmstedt, of Westhoff, Cone & Holmstedt

Renewable Sonoma LLC and/or its Affiliates requested approval of an Initial Resolution for an amount not to exceed \$29,630,000 to finance the acquisition and construction of anaerobic digesters that will process organic waste produced in Sonoma County.

Ms. Ortega moved approval of the item; there was a second.

Mr. Gordon asked if there were any questions or comments from the Board or public. There were none.

The item was passed by the following vote:

Eraina Ortega for the Director of Finance Aye

Anne Baker for the State Controller Aye

Alan Gordon for the State Treasurer Aye

C. REQUEST TO APPROVE FINAL RESOLUTION AUTHORIZING THE ISSUANCE OF REVENUE NOTES FOR NEW MONEY PURPOSES, SMALL BUSINESS ASSISTANCE FUND (SBAF) COSTS OF ISSUANCE ASSISTANCE, AND TAX-EXEMPT VOLUME CAP ALLOCATION

- 1) Alameda County Industries, Inc. and/or its Affiliates, #912(SB*), Solid Waste Disposal, \$12,205,000 total issuance, Volume Cap Allocation of \$12,205,000 and SBAF assistance of \$37,080

Presented by: Dmitri Godamunne, Staff Services Analyst

Staff introduced Mark Holmstedt, Westhoff, Cone & Holmstedt and Leslie M. Lava, Law Offices of Leslie M. Lava.

Alameda County Industries, Inc. and/or its Affiliates requested approval of a Final Resolution and Volume Cap Allocation for an amount not to exceed \$12,205,000 and a Small Business Assistance Fund Resolution not to exceed \$37,080 to finance improvements to an existing Materials Recovery Facility (MRF) and the acquisition of related equipment for the processing, transfer and recycling of waste, such as compressed natural gas vehicles. The company anticipated that the project will provide waste diversion, air quality, water quality and recycling benefits.

Agenda Item 2.

Ms. Ortega moved approval of the item; there was a second.

Mr. Gordon asked if there were any questions or comments from the Board or public. There were none.

The item was passed by the following vote:

Eraina Ortega for the Director of Finance	Aye
Anne Baker for the State Controller	Aye
Alan Gordon for the State Treasurer	Aye

- 2) Potential Industries, Inc., #909(SB*), Solid Waste Disposal, \$5,105,000 total issuance, Volume Cap Allocation of \$5,105,000, and SBAF assistance of \$207,480

Presented by: Andrea Gonzalez, Associate Treasury Program Officer

Staff introduced Mark Holmstedt, Westhoff, Cone & Holmstedt and Leslie M. Lava, Law Offices of Leslie M. Lava.

Potential Industries, Inc. and/or its Affiliates requested an approval of a Final Resolution for an amount not to exceed \$5,105,000 of tax-exempt notes to finance the acquisition of new machinery and equipment at an existing recycling plant.

Ms. Ortega moved approval of the item; there was a second.

Mr. Gordon asked if there were any questions or comments from the Board or public. There were none.

The item was passed by the following vote:

Eraina Ortega for the Director of Finance	Aye
Anne Baker for the State Controller	Aye
Alan Gordon for the State Treasurer	Aye

- 3) ABEC #3, LLC dba Lakeview Dairy Biogas, California Bioenergy LLC, and/or their Affiliates, #895(SB*), Solid Waste Disposal, \$1,373,000 total issuance, Volume Cap Allocation of \$1,373,000, and SBAF assistance of \$151,968

Presented by: Kris Luoma, Staff Services Analyst

Staff introduced Neil Black of California Bioenergy LLC, Jason Grubbs of The Frazer Lanier Company, and Leslie M. Lava, Law Offices of Leslie M. Lava.

ABEC Holdco I, LLC, ABEC #3, LLC dba Lakeview Dairy Biogas, California Bioenergy LLC and/or their Affiliates requested approval of a Final Resolution to issue revenue notes, Volume Cap Allocation for an amount not to exceed \$1,373,000 to finance the acquisition and construction of an anaerobic dairy digester and assistance from SBAF in an amount not to exceed \$151,968 for costs of issuance assistance.

Agenda Item 2.

Ms. Ortega moved approval of the item; there was a second.

Mr. Gordon asked if there were any questions or comments from the Board or public.

Ms. Webster-Hawkins stated that the project's leadership under Mr. Black and his colleague Mr. Buckingham who have been working tirelessly for many years in the area of biogas production, increasing the demand and economic feasibility of these facilities on agricultural lands and the fact that Mr. Black was sitting before us today is a testament to his perseverance and vision.

Ms. Webster Hawkins thanked Mr. Black for his leadership in the environmental space.

Mr. Black expressed his thanks for the comments and offered a tour for anyone present should they be near the Bakersfield facility to see what has been built.

Mr. Gordon asked if the facility had the large confined animal lots that are commonly seen in the northern parts of California.

Mr. Black clarified that yes the facilities are large dairies.

The item was passed by the following vote:

Eraina Ortega for the Director of Finance	Aye
Anne Baker for the State Controller	Aye
Alan Gordon for the State Treasurer	Aye

5. PUBLIC COMMENT

Mr. Gordon asked if there were any comments from the public. There were none.

6. ADJOURNMENT

There being no further business, public comments, or concerns, the meeting adjourned at 11:07 a.m.

Respectfully submitted,

(Originally signed by)

Reneé Webster-Hawkins
Executive Director